

Global Overview: US markets ended the week lower after six consecutive weeks of gains, falling sharply on mixed economic data, lower oil prices and increased probability that the Fed would raise interest rates in December also corroborated by more hawkish Fed speak. The DJIA and the S&P 500 finished the week at -3.7% and -3.6%, falling back into negative YTD territory, while the Nasdaq underperformed at -4.3%, yet remains positive YTD. Sentiment was highly driven by mixed economic data with disappointing retail sales (and earnings), raising concerns over coming holiday sales, and softer than forecasted PPI, despite Reuters/Michigan consumer sentiment reaching a four-month high. European equities also traded lower with the Stoxx 600 and the FTSE ending at -2.7% and -3.7% respectively on dented investor sentiment and disappointing Q3 GDP and corporate earnings, despite a dovish ECB hinting at further monetary easing (via possible QE expansion and deposit rate cuts), which also added pressure on the Euro as divergent US vs. EUR monetary policy looks more certain going into year-end. Chinese stocks were pressured after last week's announcement that the two main domestic exchanges would raise margin requirements, partially offset by news that China's currency would likely be included in the IMF's SDR basket, strengthening confidence in its exchange rate and will for more needed reforms. US Dollar rose against major currencies, with the Euro hitting a six-month low, falling below \$1.07 while oil prices suffered a sharp weekly loss on increased stockpiles and as US rig counts rose. Flight to safety boosted gold and US 10-year treasuries as yields fell ~6bps, ending three consecutive weekly increases. Following Friday's attacks in Paris over the weekend, the US Dollar, Japanese Yen, gold and treasuries rose as investors moved to safety at the expense of risky assets, although latter not seeing any panic selling. Japan's economy contracted for the second straight quarter in Q3, sending the country into a technical recession. Important US macro data this week include CPI, industrial production, NAHB housing market index, building permits, EIA crude oil change, initial jobless claims and CB leading indicator. Other macro data include EU Core CPI, EU ZEW survey, EU consumer confidence, UK core CPI, UK retail sales, CNY CB leading economic index and JPY BoJ interest rate decision. Earnings reports to come from Wal-Mart, Home Depot, Lowe's Co., Target, JM Smucker, Best Buy and Gap among others.

Previous Week Macro Data

	Actual	Cons.
US Labor market conditions index (Oct)	1.6	1.9
CNY Consumer price index (YoY) (Oct)	1.3%	1.5%
CNY Retail sales (YoY) (Oct)	11.0%	10.9%
CNY Industrial production (YoY) (Oct)	5.6%	5.8%
UK ILO unemployment rate (3M) (Sep)	5.3%	5.4%
EU Industrial production (YoY) (Sep)	1.7%	1.3%
US Initial jobless claims (Nov 7)	276K	270K
US EIA crude oil Δ (Nov 6)	4.224M	1.016M
EU GDP (YoY) (Q3)	1.6%	1.7%
US Retail sales (MoM) (Oct)	0.1%	0.3%
US Rtrs/Michigan consumer sent. (Nov)	93.1	91.5

Upcoming Week Macro Data

	Cons.	Prior
M EU Core CPI (YoY) (Oct)	1.0%	1.0%
T UK Core CPI (YoY) (Oct)	1.0%	1.0%
T EU ZEW survey – econ. sentiment (Nov)	-	30.1
T US CPI (YoY) (Oct)	0.1%	0.0%
T US Industrial production (MoM) (Oct)	0.1%	-0.2%
T US NAHB housing market index (Nov)	64	64
W US Building permits (MoM) (Oct)	3.9%	-5.0%
W US EIA crude oil Δ (Nov 13)	-	4.224M
Th JPY BoJ interest rate decision	-	0.1%
Th UK Retail sales (YoY) (Oct)	4.5%	6.5%
Th US Initial jobless claims (Nov 13)	270K	276K
Th US CB leading indicator (MoM) (Oct)	0.5%	-0.2%
F CNY CB leading economic index (Oct)	-	1.6%
F EU Consumer confidence (Nov)	-7.5	-7.7

Upcoming Week Key Earnings

M JD.com, KBC Groep
 T Wal-Mart Stores, Home Depot, TJX Companies
 W Lowe's Co, Salesforce.com, Target, Tokio Marine Holdings
 Th Intuit, Ross Stores, Workday, JM Smucker, Best Buy, Gap

Upcoming Week Policy & Related Events

M EU ECB President Draghi speech
 T UK Inflation report hearings, US Fed Tarullo speech
 W EU Non-monetary policy's ECB meeting, US FOMC minutes, US Fed Lockhart, Mester and Dudley speeches
 Th JPY BoJ monetary policy statement, JPY BoJ press conf, EU ECB monetary policy meeting, US Fed Lockhart speech
 F JPY BoJ monthly economic survey, EU ECB President Draghi speech, US Fed Bullard speech

Equities	Value	1 Week	YTD	EPS %	P/E	Div. Yld.
S&P 500	2,023.0	-3.63	-1.7	6.4	17.8	2.2
Dow Jones	17,245.2	-3.71	-3.2	-1.4	15.4	2.6
NASDAQ	4,927.9	-4.26	4.1	12.8	21.0	1.2
Russell 2000	1,146.5	-4.43	-4.8	5.6	18.9	1.5
STOXX 600	369.5	-2.74	7.9	16.5	18.3	3.5
FTSE 100	6,118.3	-3.71	-6.8	14.5	17.5	4.3
NIKKEI 225	19,393.7	0.66	11.1	3.3	19.1	1.7
Shanghai Index	3,607.0	0.47	11.5	13.6	16.6	1.9
S&P Pan Arab	659.9	-2.65	-17.0	-28.3	8.2	4.0
MSCI ACWI	1,712.2	-1.80	-3.5	2.4	15.7	3.3
MSCI EM	821.1	-3.68	-14.1	-4.2	11.1	3.0

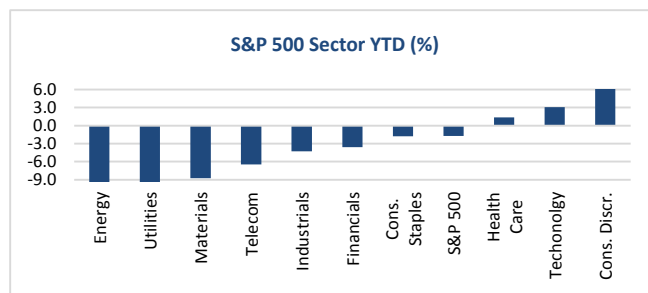
Fixed Income	Value	Yield	YTD
Barclays Global Aggregate	439.9	1.7	-3.7
Barclays Global Agg. – Corporate	228.1	3.0	-3.4
Barclays Global High Yield	1,062.4	7.5	-0.4
Markit CDX N.A. Investment Grade	85.6	NA	NA
Markit CDX N.A. High Yield	101.3	NA	NA
Markit iTraxx Europe	60.3	NA	NA
Markit iTraxx ITX Crossover	307.0	NA	NA

Rates	Value	Yield
Treasuries 2-Yr	99.8	0.8
Treasuries 10-Yr	100.0	2.2
Treasuries 30-Yr	99.3	3.0
Gilts 10-Yr	100.2	2.0
Bunds 10-Yr	104.3	0.5
French 10-Yr	101.3	0.9
Italian 10-Yr	104.1	1.6
Spanish 10-Yr	103.3	1.8
Greek 10-Yr	76.5	7.1
JGBs 10-Yr	101.0	0.3

Volatility	Value	YTD
S&P 500 VIX	20.1	4.6%
Euro Stoxx 50 VIX	25.0	-4.7%
Crude Oil VIX	44.9	-10.5%
Interest Rate VIX	86.2	1.6%

Commodities	Value	YTD
Oil-Brent	44.8	-21.9%
Oil-WTI	41.0	-23.0%
Natural Gas	2.4	-16.1%
Gold	1,096.0	-7.5%
Silver	14.4	-8.2%
Copper	215.3	-23.8%
S&P GSCI	339.5	-18.8%

Currencies	Value	YTD
EUR-USD	1.0747	-11.2%
GBP-USD	1.5208	-2.4%
USD-JPY	122.6400	2.4%
USD-CHF	1.0059	1.2%
AUD-USD	0.7121	-12.9%
USD-CAD	1.3303	14.5%
USD-SEK	8.6866	11.3%
Dollar Index	98.9410	9.6%



Investment Style YTD (%)

	Value	Blend	Growth
Large	-6.2	-1.7	2.4
Mid	-6.9	-3.2	0.3
Small	-7.1	-2.8	1.5

FFA Equity Ideas

- ARM Holdings plc (ARM)
- Airbus (AIR)
- Suncor (SU)
- Siemens (SIE)
- Commercial International Bank (COMI)

FFA Fixed Income Ideas

For fixed income ideas or price quotes, please contact our fixed income desk

Source: Reuters, Bloomberg, Barclays, Morningstar, WSI, CNBC, Briefing, FXStreet.

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